

SECURITY FEDERAL BANK

	CPP Disbursement Date 12/19/2008	Cert 31100	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$979	\$930	-5.0%		
Loans	\$599	\$530	-11.6%		
Construction & development	\$131	\$97	-25.7%		
Closed-end 1-4 family residential	\$147	\$152	2.8%		
Home equity	\$36	\$33	-7.8%		
Credit card	\$2	\$2	-1.2%		
Other consumer	\$9	\$8	-11.2%		
Commercial & Industrial	\$19	\$16	-17.3%		
Commercial real estate	\$240	\$209	-13.1%		
Unused commitments	\$60	\$55	-8.2%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$250	\$227	-9.1%		
Asset-backed securities	\$0	\$0			
Other securities	\$0	\$0			
Cash & balances due	\$10	\$9	-12.9%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$903	\$849	-6.1%		
Deposits	\$678	\$695	2.6%		
Total other borrowings	\$222	\$149	-32.7%		
FHLB advances	\$0	\$0			
Equity					
Equity capital at quarter end	\$76	\$82	7.4%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	7.2%	8.2%	--		
Tier 1 risk based capital ratio	11.7%	14.3%	--		
Total risk based capital ratio	12.9%	15.6%	--		
Return on equity ¹	3.7%	2.2%	--		
Return on assets ¹	0.3%	0.2%	--		
Net interest margin ¹	3.4%	3.1%	--		
Coverage ratio {(ALL+Alloc transfer risk)/Noncurrent loans}}	24.6%	51.8%	--		
Loss provision to net charge-offs (qtr)	154.3%	254.0%	--		
Net charge-offs to average loans and leases ¹	1.1%	0.6%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	13.5%	8.3%	0.6%	0.3%	--
Closed-end 1-4 family residential	2.7%	5.3%	0.1%	0.2%	--
Home equity	1.0%	3.7%	0.0%	0.3%	--
Credit card	0.3%	0.0%	0.9%	3.0%	--
Other consumer	0.7%	0.3%	-0.6%	0.3%	--
Commercial & Industrial	4.0%	0.8%	1.0%	0.3%	--
Commercial real estate	5.8%	1.9%	0.0%	0.0%	--
Total loans	6.4%	4.3%	0.3%	0.1%	--